

## Message Text

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12

ORIGIN COME-00

INFO OCT-01 CIAE-00 DODE-00 EB-07 NSAE-00 TRSE-00 EUR-12

ERDA-05 ISO-00 /025 R

DRAFTED BY OEA/CD:GABAUER:LWH

APPROVED BY EB/ITP/EWT:OSANDERSON

COMMERCE/OEA-CBCLEMENTS

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R 082328Z AUG 75

FM SECSTATE WASHDC

TO AMEMBASSY BERN

INFO AMEMBASSY BERLIN

AMEMBASSY BONN

AMCONSUL FRANKFURT

AMCONSUL HAMBURG

AMCONSUL MUNICH

AMCONSUL STUTTGART

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EXCON

E.O. 11652:N/A

TAGS:ESTC, GW, SZ

SUBJECT: OEA/CD INVESTIGATIVE SURVEY, 3-198; SEMICONDUCTOR  
PRODUCTION EQUIPMENT

EMBASSY'S COMMENTS/RECOMMENDATIONS ON FOLLOWING PROBLEM  
REQUESTED ASAP:

1. ACCORDING TO RELIABLE INFORMATION THE USSR ENGAGED IN

MULTIMILLION DOLLAR PURCHASING EFFORT OF INTEGRATED  
CIRCUITS AND OTHER SEMICONDUCTORS PRODUCTION AND TESTING  
EQUIPMENT. MOST SUCH ITEMS, COVERED BY VARIOUS CCL  
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NUMBERS, ARE ON COCOM LIST.

2. ONE EXAMPLE OF PARTIAL SUCCESS BY USSR OF WHICH EMBASSY AWARE IS LARGE PURCHASE BY HONEYWELL, GMBH, OFFENBACH, W. GERMANY FOR SEIER/SCHIAVO, DBA SEMICON, OPTIGON AND OTHERS, IN SWITZERLAND.

3. IN ADDITION TO HONEYWELL MATTER AND RELATED MUELLER/TECHIMAX (HAMBURG) ASPECT OEA/CD RECENTLY INITIATED INVESTIGATION OF DIVERSION TO USSR INVOLVING SIMILAR EQUIPMENT WITH HIGH DOLLAR VALUE. IN THIS INSTANCE

TRANSSHIPMENT APPARENTLY ALSO ACCOMPLISHED THROUGH SWITZERLAND.

4. OEA RECEIVING MANY LICENSE APPLICATIONS FOR CITED EQUIPMENT FOR EXPORT TO GROUP T AND V COUNTRIES. IT IS DIFFICULT TO DETERMINE BEFOREHAND VALIDITY OF A STATED END-USE. OBVIOUSLY THE REPUTATION AND INTEGRITY OF ANY LISTED FIRM IN A T OR V COUNTRY AS ULTIMATE CONSIGNEE CAN NOT BE TAKEN AS GUARANTEE THAT A PROPOSED TRANSACTION IS LEGITIMATE. HONEYWELL, GMBH IS CASE IN POINT; ALTHOUGH A FIRM ITSELF IS COMPLETELY TRUSTWORTHY ONE OR MORE ITS EMPLOYEES/OFFICERS CAN ARRANGE ILLEGAL TRANSACTIONS.

5. FOR ABOVE REASONS AND WITH CONCURRENCE OF OTHER CONCERNED U.S. AGENCIES ALL EXPORT LICENSE APPLICATIONS FOR SUCH EQUIPMENT FOR SHIPMENT TO T AND V DESTINATIONS BEING CAREFULLY REVIEWED BY OEA'S COMPLIANCE DIVISION IN CONNECTION WITH TECHNICAL EXPERTS OF OEA'S APPROPRIATE LICENSING DIVISION. IF DETERMINED IT WARRANTED TELEGRAPHIC PRE-LICENSING CHECKS BEING REQUESTED OF POSTS.

6. A NUMBER OF SUCH LICENSE APPLICATIONS, NOW IN POSSESSION OF COMPLIANCE DIVISION, INDICATE ULTIMATE CONSIGNEES IN SWITZERLAND. THESE APPLICATIONS SUPPORTED BY SWISS BLUES. SINCE P/L CHECKS CAN NOT BE CONDUCTED, UNDER NORMAL CIRCUMSTANCES REQUEST EMBASSY EXPLORE WITH MR. KRELL, OR OTHERS, IF SOME METHOD AVAILABLE THAT WOULD PERMIT A DETERMINATION TO BE MADE WHETHER PROPOSED LIMITED OFFICIAL USE

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TRANSACTIONS AND END-USERS ARE AS STATED ON LICENSE APPLICATIONS. EMBASSY MAY WISH TO MENTION TO KRELL THAT SUCH SHARP ENTREPRENEURS AS SEIER AND SCHIAVO ARE STILL ENGAGED, AS FAR AS KNOWN IN PROOCUREMENT EFFORTS ON BEHALF OF USSR.

7. PENDING RECEIPT OF REPLY TO ABOVE, PENDING LICENSE APPLICATIONS WILL BE HELD WITHOUT ACTION. KISSINGER

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## Message Attributes

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**Capture Date:** 01 JAN 1994  
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**Current Classification:** UNCLASSIFIED  
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**Disposition Approved on Date:**  
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**Disposition Case Number:** n/a  
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**Disposition Date:** 28 MAY 2004  
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**Status:** NATIVE  
**Subject:** OEA/CD INVESTIGATIVE SURVEY, 3-198; SEMICONDUCTOR PRODUCTION EQUIPMENT  
**TAGS:** ESTC, GE, SZ  
**To:** BERN  
**Type:** TE  
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